

Consolidated Financial Results for the Second Quarter ended September 30, 2009

For the Fiscal Year Ending March 31, 2010

November 11, 2009

TOYO ENGINEERING CORPORATION

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The following statements are an English-language translation from the original Japanese-language document.
(All financial information has been prepared in accordance with accounting principles generally accepted in Japan.)

1. Business results for the second quarter of fiscal year 2009(April 1, 2009 - September 30, 2009)

Note: Amounts are rounded down to the nearest million yen.

(1) Consolidated operating results (% of changes from the corresponding period of the previous fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Apr. 1, 2009 - Sep. 30, 2009	90,697	(49.4)	5,202	(24.3)	6,665	(15.8)	3,754	(1.4)
Apr. 1, 2008 - Sep. 30, 2008	179,317	-	6,869	-	7,916	-	3,806	-

	Net income per share		Net income per share (diluted)	
	Yen	Yen	Yen	Yen
Apr. 1, 2009 - Sep. 30, 2009	19.54	-	-	-
Apr. 1, 2008 - Sep. 30, 2008	19.81	-	-	-

(2) Consolidated financial position

	Total assets		Total net assets		Equity ratio		Total net assets per share	
	Millions of yen	Millions of yen	Millions of yen	Millions of yen	%	Yen	Yen	
As of Sep.30, 2009	200,833	62,020	30.0	313.40				
As of Mar.31, 2009	199,412	58,509	28.4	294.71				

(Reference) Equity at end of term (millions of yen):

Sep. 30, 2009: 60,208 Mar. 31, 2009: 56,620

2. Dividends

	Cash dividends per share					
	Q1	Q2	Q3	Q4	Annual	
FY2008	- Yen	3.00 Yen	- Yen	4.00 Yen	7.00 Yen	
FY2009	- Yen	2.50 Yen	- Yen	- Yen	- Yen	
FY2009 (Forecast)	- Yen	- Yen	- Yen	2.50 Yen	5.00 Yen	

3. Forecast of consolidated operating results for FY2009

(% of changes from the corresponding periods of the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
Full year	190,000	(41.8)	9,500	(37.4)	9,500	(41.1)	5,000	(23.3)	26.03	

4. Others

(1) Significant changes in scope of consolidation : No

(2) Number of shares issued

Number of shares issued at end of term (including treasury stocks)

Sep. 30, 2009: 192,792,539 Mar. 31, 2009: 192,792,539

Number of treasury stocks at end of term

Sep. 30, 2009: 678,815 Mar. 31, 2009: 672,540

Average number of stock outstanding during the period: Second quarter of FY2009 and FY2008

Second quarter of FY2009: 192,116,603 Second quarter of FY2008: 192,189,864

* Reference: The forecast given above are based on information available at the time of compilation and are inherently subject to variety of risks and uncertainties.

Consolidated Balance Sheets

	September 30, 2009		March 31, 2009	
	Millions of yen		Millions of yen	
[ASSETS]				
I Current assets				
1 Cash and deposits		38,348		33,116
2 Notes and accounts receivable		24,492		35,857
3 Marketable securities		38,993		29,989
4 Work in progress		26,670		25,758
5 Deferred tax assets		1,751		1,651
6 Other receivables		16,618		18,775
7 Other		6,203		11,761
8 Less: Allowance for doubtful accounts		(2,030)		(7,808)
Total current assets		151,047		149,103
II Noncurrent assets				
(1) Property, plant and equipment				
1 Buildings and structures		29,096		29,200
2 Machinery, vehicles, tools, furniture and fixtures		3,291		3,315
3 Land		17,497		17,509
4 Leased assets		2,231		2,240
5 Construction in progress		19		4
6 Less: Accumulated depreciation		(18,173)		(17,709)
Total property, plant and equipment		33,964		34,561
(2) Intangible assets		2,539		2,178
(3) Investments and other assets				
1 Investment securities		8,681		8,158
2 Long-term loans receivable		87		92
3 Deferred tax assets		898		1,446
4 Other		4,226		4,356
5 Less: Allowance for doubtful accounts		(611)		(484)
Total investments and other assets		13,282		13,570
Total fixed assets		49,786		50,309
Total assets		200,833		199,412
[LIABILITIES]				
I Current liabilities				
1 Notes and accounts payable		32,496		44,339
2 Short-term loans payable		7,866		5,505
3 Income taxes payable		2,148		419
4 Advance receipts on uncompleted contracts		50,687		48,658
5 Reserve for bonuses		1,108		1,133
6 Reserve for compensation for completed works		2,461		1,930
7 Reserve for loss on construction contracts		72		877
8 Other		7,807		7,600
Total current liabilities		104,649		110,463
II Noncurrent liabilities				
1 Bonds payable		1,000		1,000
2 Long-term loans payable		22,115		18,916
3 Lease obligations		2,028		2,288
4 Deferred tax liabilities		20		43
5 Reserve for retirement benefits		4,463		3,852
6 Reserve for repairs		571		474
7 Other		3,963		3,863
Total noncurrent liabilities		34,164		30,439
Total liabilities		138,813		140,903
[NET ASSETS]				
I Shareholders' equity				
1 Capital stock		18,198		18,198
2 Capital surplus		20,760		20,760
3 Retained earnings		22,628		19,642
4 Treasury stock		(296)		(294)
Total shareholders' equity		61,291		58,307
II Valuation and translation adjustments				
1 Net unrealized gain on available-for-sale securities		421		127
2 Deferred gains or losses on hedges		142		(5)
3 Foreign currency translation adjustments		(1,646)		(1,809)
Total valuation and translation adjustments		(1,082)		(1,687)
III Minority interests		1,811		1,888
Total net assets		62,020		58,509
Total liabilities and net assets		200,833		199,412

Consolidated Statements of Income

		April 1, 2008-September 30, 2008		April 1, 2009-September 30, 2009	
		Millions of yen		Millions of yen	
I	Net sales		179,317		90,697
II	Cost of sales		160,739		76,593
	Gross profit		18,578		14,104
III	Selling, general and administrative expenses		11,708		8,901
	Operating income		6,869		5,202
IV	Non-operating income				
1	Interest income	1,292		637	
2	Dividends income	102		53	
3	Equity in earnings of affiliates	220		-	
4	Foreign exchange gains	-		884	
5	Reversal of allowance for doubtful accounts	-		635	
6	Other	44	1,660	56	2,268
V	Non-operating expenses				
1	Interest expenses	388		346	
2	Equity in losses of affiliates	-		342	
3	Foreign exchange losses	179		-	
4	Other	44	613	115	805
	Ordinary income		7,916		6,665
VI	Extraordinary income				
1	Gain on sales of fixed assets	198		-	
2	Gain on change in equity	-	198	193	193
VII	Extraordinary loss				
1	Loss on sales of investment securities	8		-	
2	Loss on valuation of investment securities	1,277	1,285	-	-
	Income before income taxes and minority interests		6,829		6,858
	Income taxes		2,822		3,098
	Minority interests in income		200		5
	Net income		3,806		3,754

Consolidated Statements of Cash Flows

	April 1, 2008- September 30, 2008	April 1, 2009- September 30, 2009
	Millions of yen	Millions of yen
I Net cash provided by (used in) operating activities		
1 Income before income taxes and minority interests	6,829	6,858
2 Depreciation and amortization	1,169	1,095
3 Increase (decrease) in allowance for doubtful accounts	2,971	(618)
4 Increase (decrease) in accrued retirement benefits	288	615
5 Increase (decrease) in provision for loss on construction contracts	869	(800)
6 Interest and dividends income	(1,395)	(690)
7 Interest expenses	388	346
8 Foreign exchange losses (gains)	15	(517)
9 Equity in (earnings) losses of affiliates	(220)	342
10 Loss (gain) on sales of property, plant and equipment	(198)	-
11 Loss (gain) on valuation of investment securities	1,277	-
12 Decrease (increase) in notes and accounts receivable	1,099	11,275
13 Decrease (increase) in work in progress	18,842	(821)
14 Decrease (increase) in other receivables	789	1,301
15 Increase (decrease) in notes and accounts payable	(1,374)	(11,789)
16 Increase (decrease) in advances receipts on uncompleted contracts	(34,842)	1,866
17 Other, net	4,052	1,028
subtotal	561	9,493
18 Interest and dividends income received	1,760	884
19 Interest expenses paid	(400)	(341)
20 Income taxes paid	(4,814)	(523)
Net cash provided by (used in) operating activities	(2,891)	9,512
II Net cash provided by (used in) investing activities		
1 Decrease (increase) in time deposits	-	(594)
2 Payments into time deposits	(1,118)	-
3 Proceeds from withdrawal of time deposits	350	-
4 Purchases of property, plant and equipment	(231)	(158)
5 Proceeds from sales of property, plant and equipment	773	28
6 Purchase of intangible assets	(432)	(794)
7 Purchase of investment securities	(2,662)	(21)
8 Proceeds from sales of investment securities	48	4
9 Payments of short-term loans receivable	(846)	-
10 Collection of short-term loans receivable	311	718
11 Other, net	254	311
Net cash provided by (used in) investing activities	(3,551)	(507)
III Net cash provided by (used in) financing activities		
1 Net Increase (decrease) in short-term loans payable	(416)	268
2 Proceeds from long-term loans payable	700	6,200
3 Repayment of long-term loans payable	(4,483)	(862)
4 Repayment of lease obligations	(322)	(338)
5 Cash dividends paid	(1,153)	(768)
6 Other, net	(141)	(39)
Net cash provided by (used in) financing activities	(5,816)	4,459
IV Effect of exchange rate change on cash and cash equivalents	(567)	104
V Net increase (decrease) in cash and cash equivalents	(12,828)	13,568
VI Cash and cash equivalents, beginning of the term	86,532	61,461
VII Increase (decrease) in cash and cash equivalents resulting from change of scope of consolidation	(1,262)	-
VIII Cash and cash equivalents, end of the term	72,442	75,030

Segment Information

(1) Business Segments

April 1, 2008 - September 30, 2008

	Millions of yen				
	EPC Business	Real Estate	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	177,356	1,960	179,317	—	179,317
(2) Inter-segment net sales	3	133	136	(136)	—
Total	177,359	2,093	179,453	(136)	179,317
Operating income	6,109	756	6,865	3	6,869

Notes:

- The classification of the business segments adopted is based on the Company segmentation which is determined by the similarity of each business.
- The Companies' reportable operating segments consist of the following two business groups:
 - EPC Business - Engineering, procurement and construction for chemical fertilizer, petrochemical, oil refinery plants, energy-related business, general manufacturing facilities and information technology.
 - Real Estate - Rent and administration of real estate.

April 1, 2009 - September 30, 2009

	Millions of yen				
	EPC Business	Real Estate	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	89,115	1,581	90,697	—	90,697
(2) Inter-segment net sales	3	131	134	(134)	—
Total	89,118	1,712	90,831	(134)	90,697
Operating income	4,679	524	5,203	(1)	5,202

Notes:

- The classification of the business segments adopted is based on the Company segmentation which is determined by the similarity of each business.
- The Companies' reportable operating segments consist of the following two business groups:
 - EPC Business - Engineering, procurement and construction for chemical fertilizer, petrochemical, oil refinery plants, energy-related business, general manufacturing facilities and information technology.
 - Real Estate - Rent and administration of real estate.

(2) Geographic Segments

April 1, 2008 - September 30, 2008

	Millions of yen				
	Japan	Others	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	169,108	10,209	179,317	—	179,317
(2) Inter-segment net sales	308	9,661	9,970	(9,970)	—
Total	169,416	19,870	189,287	(9,970)	179,317
Operating income	5,792	1,032	6,824	44	6,869

Notes:

- Geographic segmentation is according to geographic proximity.
- Countries included in "Others":
 - Korea, Malaysia, India, Luxembourg, U.S.A., China PR

April 1, 2009 - September 30, 2009

	Millions of yen				
	Japan	Others	Total	Eliminations and Other	Consolidated
I Net sales and operating income					
Net sales					
(1) Net sales to outside customers	82,886	7,810	90,697	—	90,697
(2) Inter-segment net sales	145	5,930	6,075	(6,075)	—
Total	83,031	13,741	96,773	(6,075)	90,697
Operating income	4,272	1,013	5,286	(83)	5,202

Notes:

- Geographic segmentation is according to geographic proximity.
- Countries included in "Others":
 - Korea, Malaysia, India, U.S.A., China PR

(3) Sales to Foreign Customers

April 1, 2008 - September 30, 2008

	Millions of yen					
	Southeast Asia	Southwest Asia and Africa	Russia and Central Asia	Central and South America	Others	Total
I Overseas sales	30,421	36,710	8,236	64,144	5,925	145,438
II Consolidated sales						179,317
III Overseas sales ratio to consolidated sales	16.9%	20.5%	4.6%	35.8%	3.3%	81.1%

1. "Overseas sales" represents the aggregate sales by the Company and its consolidated subsidiaries to the customers in countries or regions other than Japan, excluding inter-company transactions.
2. (1)Geographic segmentation is according to geographic proximity.
(2)Countries significantly representing each segment are:
 - Southeast Asia: Thailand, Singapore
 - Southwest Asia and Africa: India, Qatar, Saudi Arabia
 - Russia and Central Asia: Russia
 - Central and South America: Brazil, Venezuela
 - Others : China PR, Korea

April 1, 2009 - September 30, 2009

	Millions of yen					
	Southeast Asia	Southwest Asia and Africa	Russia and Central Asia	Central and South America	Others	Total
I Overseas sales	12,734	14,681	255	30,522	8,443	66,637
II Consolidated sales						90,697
III Overseas sales ratio to consolidated sales	14.0%	16.2%	0.3%	33.7%	9.3%	73.5%

1. "Overseas sales" represents the aggregate sales by the Company and its consolidated subsidiaries to the customers in countries or regions other than Japan, excluding inter-company transactions.
2. (1)Geographic segmentation is according to geographic proximity.
(2)Countries significantly representing each segment are:
 - Southeast Asia: Thailand, Indonesia, Singapore
 - Southwest Asia and Africa: India, Iran, Qatar
 - Russia and Central Asia: Russia
 - Central and South America: Brazil, Venezuela
 - Others : China PR, Korea

Consolidated New Orders, Net Sales and Backlog of Contracts

(1) New Orders and Backlog of Contracts

			Millions of yen				
			Backlog Beginning of term	New Orders	Total	Net Sales	Backlog End of term
Apr. 1, 2008 - Sep. 30, 2008	Overseas	Chemical fertilizers	67,618	15,915	83,533	6,159	77,133
		Petrochemicals	117,857	6,938	124,796	52,989	68,228
		Oil refinery	63,948	12,782	76,730	18,317	58,094
		Energy-related	117,965	7,840	125,806	64,313	72,241
		General manufacturing facilities	12,264	5,441	17,706	2,951	10,146
		Information technology	253	24	277	217	60
		Others	981	613	1,594	477	1,077
		Subtotal	380,889	49,556	430,446	145,427	286,982
	Domestic	Petrochemicals	18,814	7,662	26,476	9,150	17,278
		Oil refinery	20,916	5,657	26,573	4,625	21,934
		Energy-related	7,918	7,482	15,400	1,892	13,507
		General manufacturing facilities	9,074	2,329	11,404	3,929	7,975
		Information technology	5,263	8,362	13,626	7,469	5,526
		Others	1,556	4,626	6,182	4,862	1,320
	Subtotal	63,543	36,120	99,663	31,929	67,543	
		*(7,099)				*(9,385)	
	Grand total	444,433	85,676	530,110	177,356	354,526	
Apr. 1, 2009 - Sep. 30, 2009	Overseas	Chemical fertilizers	62,393	3,480	65,874	12,295	51,715
		Petrochemicals	37,503	27,392	64,895	18,271	45,020
		Oil refinery	38,006	24,735	62,742	15,128	48,624
		Energy-related	27,370	3,995	31,365	14,022	17,105
		General manufacturing facilities	6,836	1,172	8,008	6,225	823
		Information technology	111	48	160	64	103
		Others	1,044	965	2,009	619	1,348
		Subtotal	173,265	61,790	235,056	66,627	164,741
	Domestic	Petrochemicals	13,881	522	14,404	5,286	9,109
		Oil refinery	18,426	2,888	21,315	6,430	14,835
		Energy-related	10,387	2,278	12,665	958	4,940
		General manufacturing facilities	4,416	7,499	11,916	1,260	10,636
		Information technology	3,041	6,022	9,064	5,068	3,900
		Others	995	3,460	4,456	3,483	972
	Subtotal	51,149	22,672	73,822	22,487	44,394	
		*(11,633)				*(9,040)	
	Grand total	224,415	84,463	308,878	89,115	209,135	

- Notes :
1. Amounts are rounded down to the nearest million yen and exclude Consumption Tax of Japan.
 2. The effects of changes in exchange rates upon the Net sales in currencies other than Japanese Yen are deducted from figures.
The deducted amounts are (7,385) million yen for Apr., 2008-Sep., 2008 and 3,171 million yen for Apr., 2009-Sep., 2009.
 3. Decreased prices of orders awarded in prior years are deducted from the "Backlog, End of term".
The deducted amounts are 5,612 million yen for Apr., 2008-Sep., 2008 and 7,456 million yen for Apr., 2009-Sep., 2009.
 4. Asterisks (*) represent increase (decrease) due to changes in exchange rates.
 5. Differences between the sales above and those of the consolidated statements of income are sales in Real Estate business segment (consolidated basis), which amounts to 1,960 million yen for Apr.1, 2008-Sep.30, 2008, 1,581 million yen for Apr.1, 2009-Sep.30, 2009.